

FORM
INSPRev
X/20

State of Colorado Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

05/08/2023

Submitted Date:

05/10/2023

Document Number:

696204917

FIELD INSPECTION FORM

Loc ID 322356 Inspector Name: Trujillo, Aaron On-Site Inspection 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 51130
Name of Operator: LOCIN OIL CORPORATION
Address: 600 TRAVIS ST STE 6161
City: HOUSTON State: TX Zip: 77002

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
 FOLLOW UP INSPECTION REQUIRED
 NO FOLLOW UP INSPECTION REQUIRED

Findings:

- 11 Number of Comments
6 Number of Corrective Actions
 Corrective Action Response Requested

**ANY CORRECTIVE ACTION(S) FROM
PREVIOUS INSPECTIONS THAT HAVE NOT
BEEN ADDRESSED ARE STILL APPLICABLE**

Contact Information:

Contact Name	Phone	Email	Comment
Heil, John		john.heil@state.co.us	
		ttaylor@locin.energy	
		dbenedict@locin.energy	
Burn, Diana		diana.burn@state.co.us	
		hsirvent@locinoil.com	
Pesicka, Conor		conor.pesicka@state.co.us	
Toews, Wesley		wtoews@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210351	WELL	TA	12/29/2021	GW	045-06107	FEDERAL 27-11	RI
322356	LOCATION	AC			-	FEDERAL-67S104W 27NESW	RI

General Comment:

On 5/8/2023, Reclamation Specialist Trujillo inspected Locin Oil Corporation's FEDERAL #27-11 Location in Garfield County, Colorado.

Location is within a "High Priority Habitat" for Deer and Elk. Location in close proximity to Aquatic Native Species Conservation Waters.

The following compliance issues were observed during this inspection:

- Signage
- Plugging and Abandonment / Facility Closure
- Stained soils
- Good Housekeeping
- Anchors lack proper marking

It was observed that the Location remains out of compliance with COGCC Rules and Corrective Actions

Refer to the "Location" and "Reclamation" sections of this inspection report for additional details.

Refer to the photo-documentation of the observed compliance issues attached to this report.

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

A follow up inspection on this site will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

Location			
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	WELLHEAD		
Comment:	<p>Inspection #693805279 dated 11/14/2022 observed that signage at the well has not been updated to reflect current Operator. Inspection required Operator to comply with Rule 605.g.</p> <p>It was observed in this inspection that signage has not been updated to comport with Rule 605.g requirements.</p> <p>This corrective action has not been addressed and remains applicable. This issue is being forwarded to COGCC Quality Assurance.</p>		
Corrective Action:	Install sign to comply with Rule 605.g.		Date: <u>12/15/2022</u>
Emergency Contact Number:			
Comment:	<p>Inspection #693805279 dated 11/14/2022 observed that signage at the well has not been updated to reflect current Operator. Inspection required Operator to comply with Rule 605.g.</p> <p>It was observed in this inspection that signage has not been updated to comport with Rule 605.g requirements.</p> <p>This corrective action has not been addressed and remains applicable. This issue is being forwarded to COGCC Quality Assurance.</p>		
Corrective Action:	Install sign to comply with Rule 605.g.		Date: 12/15/2022
Good Housekeeping:			
Type	DEBRIS		
Comment:	"HRM Resources LLC" signage observed improperly stored on the northwest end of the Location; unused sign is considered debris.		
Corrective Action:	Comply with Rule 606.d		Date: <u>05/15/2023</u>
Type	STORAGE OF SUPL		
Comment:	Pipe equipment observed stored on the south end of the Location; equipment appears to be staged in preparation for plugging activities, and has been stored in a workmanlike manner.		
Corrective Action:			Date:
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
	WELLHEAD		
Comment:	Stained soils observed at the wellhead.		
Corrective Action:	Clean/remediate stained soils on Location to Table 915-1 standards.		Date: <u>06/09/2023</u>
In Containment: No			
Comment: <input style="width: 100%;" type="text"/>			
<input type="checkbox"/> Multiple Spills and Releases?			
Venting:			
Yes/No			
Comment:			
Corrective Action:			Date:
Flaring:			

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 210351 Type: WELL API Number: 045-06107 Status: TA Insp. Status: RI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: Records show Well has been TA since December 2021.

Well lacks integrity:

Form 21 #402911481 submitted 12/29/2021 shows MIT conducted 12/21/2021 failed; Form states Well will be plugged.

Operator submitted Form 21 #403169200 on 9/29/2022 showing Well failed a second MIT; Form states Well will be plugged.

Operator submitted Form 6(N) #403121745 on 9/29/2022.

Operator submitted Form 42 "Notice of Plugging Operations" #403191006, and Form 42 "Notice of Move-In, Rig-Up" #403190988 on 10/7/2022, stating plugging will start 10/10/2022.

Inspection #693805279 on 11/14/2022 observed that Plugging Operations have not begun.

It was observed in this inspection that Plugging Operations have not begun; No Form 27 on file for Facility closure pursuant to Rule 911.a. Pursuant to Rule 417.f, wells that fail an MIT require repairing or plugging within 6 months of failure- Well required plugging or repairment by June 2022.

Corrective Action: **Comply with Rule 417.f.**

Comply with Rule 911.a for Facility Closure. Contact NW EPS John Heil (John.Heil@state.co.us) for Form 27 and sampling requirements.

A CA date of 6/21/2022 is being provided as this is the date well was required to be plugged, or repaired in accordance with Rule 417.f.

Date: 06/21/2022

Facility ID: 322356 Type: LOCATION API Number: - Status: AC Insp. Status: RI

Environmental

Spill/Remediation:

Comment: Remediation project #5248 associated with pit on the northwest end of the Location is currently active; remediation project under management of Chevron USA Inc.

Corrective Action:

Date: _____

Emission Control Burner (ECB): _____

Comment: _____

Pilot: _____ Wildlife Protection Devices (fired vessels): _____

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? Fail

Comment Proper marking observed to be missing or insufficient at anchor on the southeast end of the Location.

Corrective Action Comply with Rule 1003.a

Date 06/09/2023

1003b. Area no longer in use? _____ Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment Interim areas, and pit remediation areas are predominantly undesirable weedy plant species (Cheatgrass) mixed with native shrub species (Rabbit brush, Broom snakeweed, Greasewood); vegetation observed appears to be the predominant species within adjacent undisturbed reference areas, though shrub communities were observed to be in high densities within the reference.

Corrective Action Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment:

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action: <input style="width: 95%;" type="text"/>	Date <input style="width: 95%;" type="text"/>
Overall Final Reclamation <input type="checkbox"/>	Well Release on Active Location <input type="checkbox"/>
	Multi-Well Location <input type="checkbox"/>

COGCC Comments		
Comment	User	Date
Resubmit Form 42s when plugging operations are to begin.	trujilloam	05/10/2023

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
696204918	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6110342